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**State of Utah**  
**DEPARTMENT OF NATURAL RESOURCES**  
**Division of Oil, Gas & Mining**

MICHAEL R. STYLER  
Executive Director  
JOHN R. BAZA  
Division Director

**Inspection Report**

Supervisor DRH

**Minerals Regulatory Program**  
**December 27, 2006**

**Mine Name:** HiCal 1  
**Operator Name:** Robert and Terry Steele  
1055 North 400 East  
Nephi, Utah 84648  
**Inspector(s):** Tom Munson  
**Other Participants:** none  
**Mine Status:** inactive

**Permit number:** M0230071  
**Inspection Date:** 09/06/2006  
7

**Time:** 2PM

**Weather:** cloudy

*Elements of Inspection*

	Evaluated	Comment	Enforcement
1. Permits, Revisions, Transfer, Bonds	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
2. Public Safety (shafts, adits, trash, signs, highwalls)	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
3. Protection of Drainages / Erosion Control	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
4. Deleterious Material	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
5. Roads (maintenance, surfacing, dust control, safety)	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
6. Concurrent Reclamation	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
7. Backfilling/Grading (trenches, pits, roads, highwalls, shafts, drill holes)	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
8. Water Impoundments	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
9. Soils	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
10. Revegetation	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
11. Air Quality	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
12. Other	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

**Purpose of Inspection:**

To inspect the site to determine if any reclamation has been accomplished.

**Directions to Site:**

The site is west of Nephi.

**Inspection Summary:**

The site had not changed since it was inspected earlier in the year.

**Conclusions and Recommendations:**

The site has never been formally approved, it is under bonded and there is disturbance outside of the permit area. The operator stated that he was going to reclaim the site this fall. If during the next inspection no reclamation has been preformed, then it would be required that the Division issue a cessation order.

**Inspector's Signature** Thomas Munson

**Date:** 12/27/06

tm:pb

cc: Operator  
GPS map and Photos

O:\M023-Juab\M0230071-HiCal\inspections\insp-09062006.doc



BOB STEELE Hi-CAL m/023/071



9/6/2006



State of Utah  
Division of Oil Gas & Mining  
Mining/Exploration Summary

11/01/2006

**LARGE MINING OPERATION**Permt # **M230071**Name: **HICAL 1****Permit Status**

Status: **NAP**      Approved: **/ /**  
Recieved: **03/27/2003**  
Tent Appr: **03/11/2005**

**Mine Status**

Status: **ACT**  
Date: **10/11/2005**

**Ownership**

Surface: **BLM**  
Mineral: **BLM**

**Location**

UTMX: **414,783**  
UTMY: **4,391,692**

**Methods**Minerals Mined/Explored: **TRAVERTINE**Surf/Under: **SURFACE**

Methods Used:

**Bonding**

Approved Acres	Acres Released	Date Released
<b>5</b>	<b>0</b>	<b>/ /</b>
Bond Type		
<b>CD - BANK OF AMERICAN FORK #70024038</b>		
Bond Amount:	Date Bond Expires:	
<b>\$ 20,000</b>	<b>10/13/2005</b>	

**Permit Fees**

Date Sent	Date Received
<b>06/23/2006</b>	<b>07/03/2006</b>
Fee Received	Cash Receipt
<b>\$ 500</b>	<b>72000000001</b>
Delinquent Notice	
<b>/ /</b>	

**Comments:**

6/27/2006 - Rec'd letter from operator - operators have chosen to reclaim the mine and closeout the large mine plan.  
4/10/2006 - Sent letter to operator - Failure to post surety, tentative approval was granted and a \$8,000 surety was requested, no surety has come in.  
3/16/2006 - Rec'd a bond release request from operator. (sw tabbed)  
2/24/2006 - Rec'd 2005 annual report. 15,000 tons mined. Quarter acre new, 2 acres reclaimed, total acreage 6.  
2/23/2006 - Sent letter - Failure to post additional surety. DOGM needs to finalize and approve permit. DOGM operator to revise info or a \$8,000 surety within 30 days.

**Last Action**Action: **DELQ**Start Date: **08/26/2005**End Date: **/ /**

Delinquent Notice Sent

**Last Inspection**Date **10/11/2005**Inspector **TM**Date of Inspection: **10/11/2005** - Report date: **10/12/2005**

Purpose of Inspection:

The purpose of this inspection was at the request of the operator that an engineer, namely Doug Jensen, visit the site and determine if there

**Last Annual Report 2005**Acreage: **6.0**Acr Reclaimed: **2.0**Production: **1,,00, T****Last Agency Action**Agency: **BLM**Agency ID: **UTU-078294**Date: **04/02/200****Operator STEELE, ROBERT**Oper Id: **802**

TaxID

Contact: **ROBERT & TERRY STEELE**Address: **1055 NORTH 400 EAST**Phone: **(435) 623-1877**

Fax

**NEPHI UT 84648**

E-Mail

4/18/2005 - Gary Burningham phone: (801) 756-8138 - fax: (801) 756-4123. Address: 95 North 200 E, PO Box 974, American Fork, UT 84003.

**Location**

Qqqr	Qqtr	Qtr	Section	Township	Range	Merid	Quad Sheet
		<b>NE</b>	<b>24</b>	<b>S13.0</b>	<b>W02.0</b>	<b>S</b>	<b>sugarloaf quad</b>